Ernie Fletcher Governor

Teresa J. Hill, Secretary Environmental and Public Protection Cabinet

Timothy J. LeDonne Commissioner Department of Public Protection

Gary K. Dillard Executive Vice President Millennium Energy, Inc. P. O. Box 1118 Bowling Green, KY 42102



Commonwealth of Kentucky

Public Service Commission

211 Sower Blvd. P.O. Box 615 Frankfort, Kentucky 40602-0615 Telephone: (502) 564-3940 Fax: (502) 564-3460 psc.ky.gov

October 24, 2007

Mark David Goss Chairman

John W. Clay Vice Chairman

Caroline Pitt Clark Commissioner

CERTIFICATE OF SERVICE

RE: Case No. 2007-00427 Millennium Energy, Inc.

I, Beth O'Donnell, Executive Director of the Public Service Commission, hereby certify that the enclosed attested copy of the Commission's Order in the above case was served upon the addressee by U.S. Mail on October 24, 2007.

Executive Director

BOD/tw Enclosure



COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT)	
OF MILLENNIUM ENERGY, INC.)	CASE NO. 2007-00427

ORDER

On December 2, 1999, in Case No. 1999-00312, the Commission approved rates for Millennium Energy, Inc. ("Millennium") and provided for their further adjustment in accordance with Millennium's Gas Cost Adjustment ("GCA") clause.¹

On September 28, 2007, Millennium filed its proposed GCA to be effective November 1, 2007.

After reviewing the record in this case and being otherwise sufficiently advised, the Commission finds that:

- 1. Millennium's notice includes revised rates designed to pass on to its customers its expected change in gas costs.
- 2. Millennium's notice sets out an Expected Gas Cost ("EGC") of \$7.7878 per Mcf, which is an increase of \$.015 per Mcf from its previous EGC of \$7.7728.
 - 3. Millennium's notice sets out no Refund Adjustment.

¹ Case No. 1999-00312, Petition of Millennium Energy, Inc. for Approval of an Initial Rate Schedule for Serving Customers from an Existing Gas Supply Line, Order dated December 2, 1999.

- 4. Millennium's notice sets a current quarter Actual Adjustment ("AA") of \$.3683 per Mcf. Millennium's total AA is (\$1.4097) per Mcf, which is \$1.3973 per Mcf more than the previous total AA.
- 5. Millennium's notice sets out a current quarter Balance Adjustment ("BA") of (\$.0016) per Mcf. Millennium's total BA is (\$.0187) per Mcf, which is \$.0062 per Mcf less than the previous total BA.
- 6. Millennium's Gas Cost Recovery Rate is \$6.3594 per Mcf, which is \$1.4061 per Mcf more than the previous rate of \$4.9533.
- 7. The rates in the Appendix to this Order are fair, just, and reasonable, and should be approved for service rendered by Millennium on and after November 1, 2007.

IT IS THEREFORE ORDERED that:

- 1. The rates in the Appendix to this Order are approved for service rendered on and after November 1, 2007.
- 2. Within 20 days of the date of this Order, Millennium shall file with this Commission its revised tariffs setting out the rates authorized herein.

Done at Frankfort, Kentucky, this 24th day of October, 2007.

By the Commission

Executive Director

ATTEST

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2007-00427 DATED October 24, 2007

The following rates and charges are prescribed for the customers served by Millennium Energy, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

Residential

Residential	Base Rate	Gas Cost Recovery <u>Rate</u>	<u>Total</u>
Customer Charge	\$ 6.00	\$6.3594	\$ 6.00
All Mcf	\$ 4.00		\$10.3594
Commercial and Industria	!		
Customer Charge	\$20.00	\$6.3594	\$20.00
All Mcf	\$ 3.00		\$ 9.3594